

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 2486 – HB 2633

March 19, 2018

SUMMARY OF ORIGINAL BILL: Authorizes a municipal legislative body to elect certain persons to the boards of directors for industrial development corporations

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (014150): Deletes and rewrites all language after the enacting clause such that the only substantive change limits applicability to Wilson County and the cities of Lebanon, Mt. Juliet, and Watertown.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- Under current law, pursuant to Tenn. Code Ann. § 7-53-301, persons serving on the board of directors for an industrial development corporation are each elected by the municipal legislative body; they may not be an employee of the municipality; and they must be a duly qualified elector and taxpayer of the municipality.
- Pursuant to Tenn. Code Ann. § 7-53-101(11), “municipality” means any county or incorporated city or town in this state with respect to which a corporation may be organized.
- The proposed language would authorize the municipal legislative bodies of Wilson County, Lebanon, Mt. Juliet, and Watertown to elect a person who is not a duly qualified elector or taxpayer of the municipality, and who is an employee of the municipality, if the member is employed for the promotion of economic development for the municipality.
- Authorizing the municipal legislative body to elect such persons to the boards of directors for industrial development corporations will not result in any significant fiscal impact to local government.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/jrh